



Ordinary Income Tax

	If taxable income				The marginal tax rate is		
	Is over		But not over				
	2021	2022	2021	2022	2021	2022	2026*
Married filing jointly and qualifying widow(er)s	-	-	\$19,900	\$20,550	10%	10%	10%
	\$19,900	\$20,550	\$81,050	\$83,550	12%	12%	15%
	\$80,250	\$83,550	\$172,750	\$178,150	22%	22%	25%
	\$172,750	\$178,150	\$329,850	\$340,100	24%	24%	28%
	\$329,850	\$340,100	\$418,850	\$431,900	32%	32%	32%
	\$418,850	\$431,900	\$628,300	\$647,850	35%	35%	35%
Single	\$628,300	\$647,850			37%	37%	37%
	-	-	\$9,950	\$10,275	10%	10%	10%
	\$9,950	\$10,275	\$40,525	\$41,775	12%	12%	15%
	\$40,525	\$41,775	\$86,375	\$89,075	22%	22%	25%
	\$86,375	\$89,075	\$164,925	\$170,050	24%	24%	28%
	\$164,925	\$170,050	\$209,425	\$215,950	32%	32%	32%
	\$209,450	\$215,950	\$523,600	\$539,900	35%	35%	35%
	\$523,600	\$539,900			37%	37%	37%

* brackets will be indexed for inflation, rates are set to increase in 2026 with the expiration of the rate cuts in the Tax Cut and Jobs Act (TCJA)

Important Thresholds and Limits

Type	LIMITATION	
	2021	2022
Standard Deduction (Single/Married Filing Jointly)	\$12,550 / \$25,100	\$12,950 / \$25,900
Additional Standard Deduction Age 65+ or Blind (Single/MFJ)	\$1,700 / \$1,350	\$1,750 / \$1,400
Maximum elective deferral to retirement plans, e.g., 401(k), 403(b), 457 (gov't and tax-exempt employers)	\$19,500	\$20,500
Catch-up contribution limit for 401(k), 403(b), and certain 457 plans (over age 50)	\$6,500	\$6,500
Limit on annual additions to defined contribution and SEP plans	\$58,000	\$61,000
Maximum annual compensation taken into account for contributions to retirement plans	\$290,000	\$305,000
Health flexible spending account (FSA) maximum salary reduction contribution (FSA)	\$2,750	\$2,850
Health savings accounts (HSA) contribution limits (individual coverage/family coverage)	\$3,600 / \$7,200	\$3,650 / \$7,300
HSA Catch-up contribution limit (over age 55)	\$1,000	\$1,000

Tax on LT capital gains and qualified dividends*

	If qualified income				The marginal tax rate is	
	Is over		But not over			
	2021	2022	2021	2022	2021	2022
Married filing jointly and qualifying widow(er)s	-	-	\$80,800	\$83,350	0%	0%
	\$80,800	\$83,350	\$501,600	\$517,200	15%	15%
	\$501,600	\$517,200			20%	20%
Single	-	-	\$40,400	\$41,675	0%	0%
	\$40,400	\$41,675	\$445,850	\$459,750	15%	15%
	\$445,850	\$459,750			20%	20%

*TCJA did not change the long-term capital gains rates. The income brackets are adjusted for inflation each year, however based on current tax law there will be no change in the rates when other TCJA changes expire

Additional 3.8% federal net investment income (NII) tax applies to individuals on the lesser of NII or modified AGI in excess of \$200,000 (single) or \$250,000 (married/filing jointly and qualifying widow(er)s).

Social Security Base amount of combined income causing Social Security benefits to be taxable (no change from 2021)

Type	Up to 50% Taxable	Up to 85% Taxable
Married filing jointly	\$32,001 - \$44,000	>\$44,000
Single	\$25,001 - \$34,000	>\$34,000

Medicare - Part B Premium

	If Modified AGI				The monthly premium is	
	Is over		But not over			
	2021	2022	2021	2022	2021	2022
Married filing jointly and qualifying widow(er)s	-	-	\$176,000	\$182,000	\$148.50	\$170.10
	\$176,000	\$182,000	\$222,000	\$228,000	\$207.90	\$238.10
	\$222,000	\$228,000	\$276,000	\$284,000	\$297.00	\$340.20
	\$276,000	\$284,000	\$330,000	\$340,000	\$386.10	\$442.30
	\$330,000	\$340,000	\$750,000	\$750,000	\$475.20	\$544.30
	\$750,000	\$750,000			\$504.90	\$578.30
Single	-	-	\$88,000	\$91,000	\$148.50	\$170.10
	\$88,000	\$91,000	\$111,000	\$114,000	\$207.90	\$238.10
	\$111,000	\$114,000	\$138,000	\$142,000	\$297.00	\$340.20
	\$138,000	\$142,000	\$165,000	\$170,000	\$386.10	\$442.30
	\$165,000	\$170,000	\$500,000	\$500,000	\$475.20	\$544.30
	\$500,000	\$500,000			\$504.90	\$578.30

Maximum earnings before Social Security Benefits are reduced

Type	2021	2022
Under full retirement age (\$1 withheld for every \$2 above limit)	\$18,950	\$19,560
Full retirement age and over	No limit*	No limit*

*Interim annual limit of \$51,960 applies for month prior to attaining full retirement age during year individual reaches full retirement age (\$1 withheld for every \$3 above limit)

Traditional and Roth IRAs

- Lesser of compensation or \$6,000
- Up to \$6,000 contribution can be made for nonworking spouse
- Catch-up contributions (age 50 and over): \$1,000

Additional considerations for Roth IRAs

Contribution Eligibility

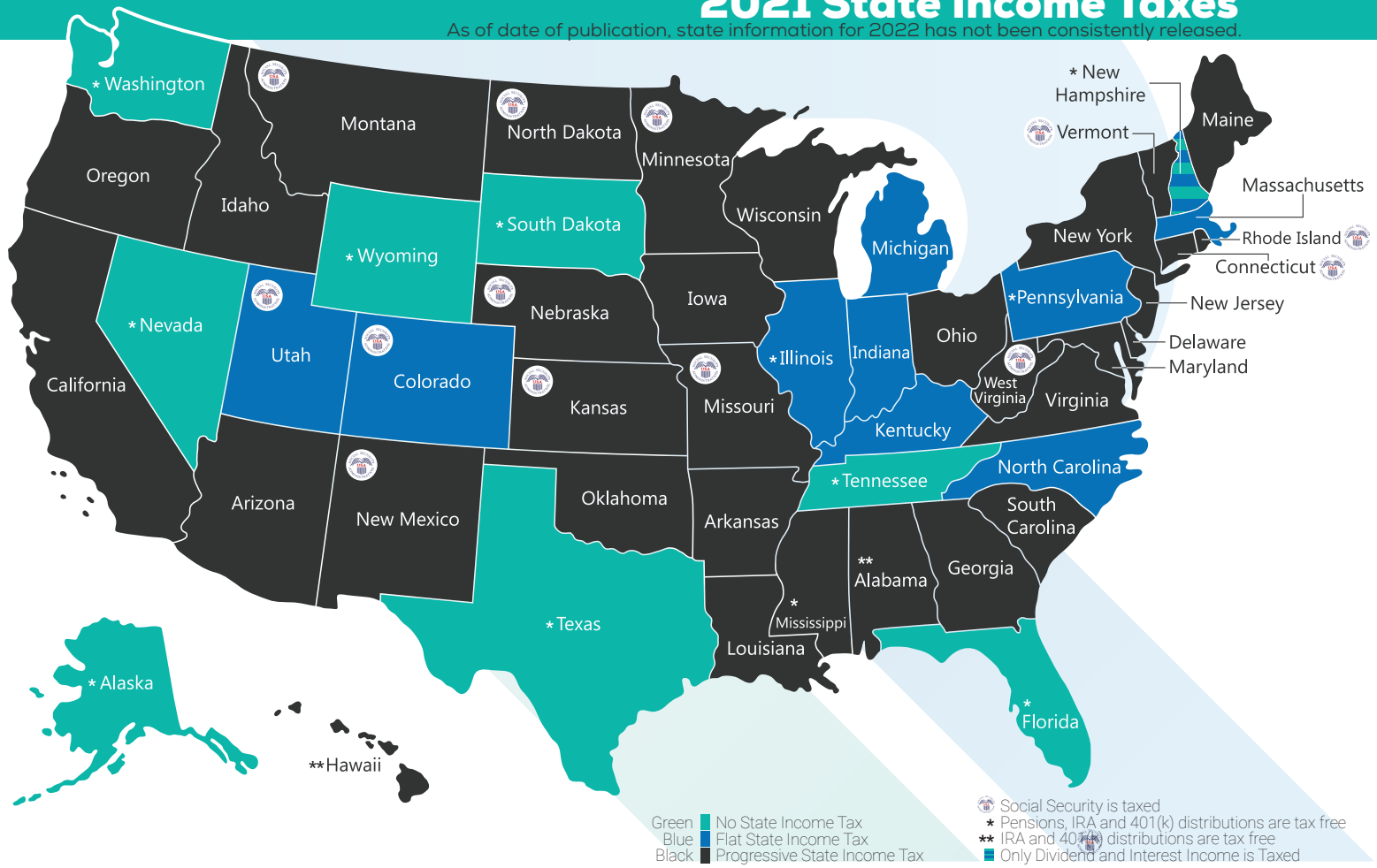
Type	Phase Out Begins		Phase Out Ends (no longer eligible)	
	2021	2022	2021	2022
Single	\$124,000	\$125,000	\$139,000	\$140,000
Married filing jointly	\$196,000	\$198,000	\$206,000	\$208,000

Bonus Information

- **Kiddie tax**
Child's unearned income above \$2,300 is subject to taxation at the parent's marginal tax rate.
- **Child Tax Credit**
2021
\$2,000 per "qualifying child" (who has not attained age 18 during the year); phased out as income exceeds \$400,000 (married/filing jointly) or \$200,000 (all other).
AND
\$1,000 per "qualifying child" (who has not attained the age of 18 during the year)
OR
\$1,600 per "qualifying child" (who has not attained the age of 6 during the year)
This additional credit is phased out as income exceeds \$150,000 (married/filing jointly) or \$75,000 (all other).
For 2021 many taxpayers were eligible for advance payments of up to 50% of the total eligible credit. Payments began in July 2021 and are paid monthly through December 2021.
2022
As of the date of publication of this guide, the IRS had not finalized guidance for 2022. Based on current tax law the child tax credit for 2022 is \$2,000 per dependent child.
- **Estate/Gift Exemptions**
Annual gift tax exclusion: individual, \$16,000; married electing split gifts, \$32,000. Combined lifetime gift tax and gross estate tax exemption: \$12,060,000 (exemption is portable)

2021 State Income Taxes

As of date of publication, state information for 2022 has not been consistently released.



	Tax Rate Range	Top Bracket	Standard Deduction
Alabama	2%-5%	\$6,000	\$7,500
Alaska	None		
Arizona	2.59%-8%	\$500,000	\$25,100
Arkansas	2%-5.9%	\$8,000	\$4,400
California	1%-13.3%	\$1,198,024	\$9,202
Colorado	4.55%	\$0	\$25,100
Connecticut	3%-6.99%	\$1,000,000	None
Delaware	2.2%-6.6%	\$60,000	\$6,500
Florida	None		
Georgia	1%-5.75%	\$10,000	\$6,000
Hawaii	1.4%-11%	\$400,000	\$4,400
Idaho	1.125%-6.925%	\$23,520	\$25,100
Illinois	4.95%	\$0	None
Indiana	3.23%	\$0	None
Iowa	0.33%-8.53%	\$75,420	\$5,240
Kansas	3.1%-5.7%	\$60,000	\$7,500
Kentucky	5.00%	\$0	\$5,380
Louisiana	2%-6%	\$100,000	None
Maine	5.8%-7.15%	\$106,350	\$25,100
Maryland	2%-5.75%	\$300,000	\$4,650
Massachusetts	5.00%	\$0	None
Michigan	4.25%	\$0	None
Minnesota	5.35%-9.85%	\$276,200	\$25,050
Mississippi	3%-5%	\$10,000	\$4,600
Missouri	1.5%-5.4%	\$8,584	\$25,100

	Tax Rate Range	Top Bracket	Standard Deduction
Montana	1%-6.9%	\$18,700	\$9,580
Nebraska	2.46%-6.84%	\$64,430	\$14,200
Nevada	None		
New Hampshire	5.00%	\$0	None
New Jersey	1.4%-10.75%	\$1,000,000	None
New Mexico	1.7%-5.9%	\$315,000	\$25,100
New York	4%-8.82%	\$2,155,350	\$16,050
North Carolina	5.25%	\$0	\$21,500
North Dakota	1.1%-2.9%	\$440,600	\$25,100
Ohio	2.85%-4.797%	\$221,300	None
Oklahoma	0.5%-5%	\$12,200	\$12,700
Oregon	4.75%-9.9%	\$250,000	\$4,630
Pennsylvania	3.07%	\$0	None
Rhode Island	3.75%-5.99%	\$150,550	\$18,100
South Carolina	0%-7%	\$15,400	\$25,100
South Dakota	None		
Tennessee	None		
Texas	None		
Utah	4.95%	\$0	\$1,506 (credit)
Vermont	3.35%-8.75%	\$248,350	\$12,500
Virginia	2%-5.75%	\$17,000	\$9,000
Washington	None		
West Virginia	3%-6.5%	\$60,000	None
Wisconsin	3.54%-7.65%	\$355,910	\$20,470
Wyoming	None		
D.C.	4%-8.95%	\$100,000	\$25,100

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